## **AMENDMENTS TO THE SPECIFICATION:**

Please replace the paragraphs as stated below with the various following replacement paragraphs. In accordance with 37 C.F.R. §1.121, the following replacement paragraphs are marked to show all changes relative to the previous version of such paragraphs. Such amendments add no new matter to the present application.

Please amend the specification as follows:

On page 1, please delete the third and fourth full paragraphs in their entirety (page 1, lines 20-23) and insert the following new paragraph under the heading "PRIOR ART":

Recording of telephone calls dates back to the 1920 (an example from Hellwarth (USP 4,935,956) is the Rice patent, 4,712,230) and digital recording dates 4,054,756 in 1976.

Please delete page 2 in its entirety and replace with the following paragraph:

"HELLWARTH: (FILED 4/20/89) The '956 patent discloses an electronic computer system for control of a telephone instrument. Phones of the present assignee with on-site cpu's were in circulation well before such filing date of the '956 patent. In fact, Dively, US Patent No. 4,698,840, cited in the Hellwarth '956 patent, and filed in 1985, shows a telephone with a CPU."

Please delete page 3 in its entirety.

Please delete page 4 in its entirety and replace with the following:

U.S. Patent 5,535,261 to BROWN (FILED 8/20/93) is a phone patent directed towards selectively blocking or recording calls in response to some parameter.

There are "parameters" marking calls where the parameter is a specific number, a triggering event, or a call feature or a type of call (such as a call to a specific number). Most of these events are at least generally present in the prior art as shown below. For example a message in response to a third line on a party call (4,477,698) would be similar "three way calling". Termination or blocking of calls at this stage is covered in prior art, but not cited

Please delete page 5 in its entirety and replace with the following:

in the Brown application. Hird I-IV, discussed below (1990 issue dates), shows

methods of reacting to call specific 'parameters'. The calls are continuously

monitored for the parameter in question, calls may be blocked or recorded

selectively and messages may be played back. All of these features are also

shown below in the prior art.

GATEWAY II-McFarlen (filed 3/11/96) U.S. Patent 5,796,811 discloses a method for determining three way call events.

The Hird patents 4,908,852; 4,920,558; 4,920,562; 4,933,966; 5,093,858 cover operator free call placement. All of the claims involve an 'electronic operator' where the phone has stored messages for collecting information from the call maker and call recipient. Billing information is also retrieved. Storage of call data information (mainly for billing) and automatic termination is discussed.

Speech files are digitized and stored for purposes of playback within the phone.

The main concept follows the prior art where the operator's various tasks are replaced by the cpu and automated responses along with a time keeping function for billing.

There have been 'electronic operators' within phones sold since 1989.

These phones were purchased from inventories of such phones, although there were various upgrades to the systems as software design and hardware capabilities were refined. Some of this technology was

On page 6, please replace the first full paragraph (lines 3-8) as follows:

Patent 4,027,109 discusses call forwarding. Manipulation (termination) of some call features is discussed. 4,054,756 is a billing acknowledgment system for phones accomplishing the tasks claimed in Hellwarth and Hird to some extent. Another similar patent in scope is Frey, 4,727,577.

On page 14, please delete the second full paragraph (lines 12-17) in its entirely and insert the following:

The data may be separated so that originating digital data, ring and voice data may be analyzed separately by a data separator means. The numeric data; phone numbers, PIN numbers and other data generated initially in a digital format; may also maintained separately from the beginning but is cross referenced with the voice data of the call by the controller combining means 6.

The separator means is also driven by software separating out the desired portions of the call for the purposes described in more detail below.